

- 1. Chairman Cochran, Ranking Member Durbin, and other distinguished members of the subcommittee, thank you for the privilege to be here today and represent our Navy Team - our Sailors, civilians, and their families.
- 2. Request that written statement be entered in the record.
- 3. Want to take some time this morning to briefly outline where your Navy stands today, and where we need to go.
- 4. Just got back from Rota, Singapore and Guam. Sailors in harm's way, around the world, facing rising threats. They are talented, dedicated, and laser-focused on their mission. This is despite the growing challenges of the security environment, and the challenges that **we've** imposed by inconsistent, delayed, and inadequate funding.
- 5. Today, I hope to convey a sense of urgency -- our adversaries are improving more quickly than we are. Our advantage is

- eroding, and we MUST increase our naval power *today*, and pick up the pace, to maintain our winning advantage.
- 6. This effort starts by ensuring we have a firm foundation forsolid growth restoring wholeness -- balance.
- 7. This began with the FY-17 budget, which help arrest readiness declines, Thank you for that.
- 8. But more needs to be done.
- 9. Challenges are sufficiently deep it will take both predictable and sufficient funding, and some time, to fully recover.
  - a. We've got hundreds of aircraft grounded due to maintenance backlogs and spares shortages
  - b. Pilots can't fly enough
  - c. Maintainers struggling to keep planes that are working up in the air.
  - d. Haven't funded spare parts at required levels.
  - 10. Maintaining our ships also a struggle.
    - a. Too many ships are late getting out of maintenance
    - b. Submarines and warships tied up to the pier, unable to submerge or get underway

- c. Know many of you are focused on adding more ships to the Fleet. I am too!
- d. But make no mistake -- if I can't repair a ship that's already been bought and paid for to get to sea, I forfeit the good hard work of our predecessors.
- e. And the effect is the same as not buying a ship -- one less ship at sea, today. And US Naval Power suffers.
- f. A stark illustration of the importance of wholeness to our way forward.
- 11. Making strides here
  - a. As I mentioned, FY-17 was a great help to restore a lot of readiness.
  - b. FY-18 will capitalize on that investment and restore balance and wholeness so we can grow moving forward.
  - c. Lots that we need to do to shore up the force we have -need a firm foundation.
- 12. As articulated in White Paper I released last week, we also need a larger, and more capable Fleet.
  - a. Even as we shore up wholeness, FY-18 preserves the programmed growth for the Navy

- b. Invests in emerging technologies for the future
- c. A balanced approach that starts the acceleration of naval power from a firm foundation
- 13. As I talk to our Sailors forward -- protecting America from attack and promoting our interests around the world, they are focused as ever on the mission -- I know that you share my immense pride in them.
- 14. But there is also a growing sense in the deployed fleet that we just don't get it back here in Washington. Sometimes seems like we live in a parallel universe. Need to bring these two realities together, and fast.
  - a. As an example, they are already hearing that our FY-18 budget may not get passed on time -- 9th year in a row.
  - b. Getting harder to explain to our Sailors and their families, or to those who might want to join.
- 15. But I tell them to be hopeful remain optimistic! We are on the road to restore wholeness and increase our naval power now and into the future.

- 16. I am hopeful. And I am willing to do whatever it takes working together with you and get them the resources and support that they need and that they deserve.
- 17. Again, thank you for the opportunity to be here, and I look forward to your questions.